

OVERVIEW OF BUDGET

DEPARTMENT: REDEVELOPMENT AGENCY
REDEVELOPMENT ADMINISTRATOR: JOHN NOWAK

The Redevelopment Agency of the County of San Bernardino was established in 1980 under the California Community Redevelopment Act. Although a study was made at that time to assess the feasibility of establishing one or more redevelopment project areas, no projects were created. However, the proposal to build a speedway on a portion of the site once occupied by the Kaiser Steel Plant near Fontana stimulated new interest in redevelopment. As a result of that interest, in 1995 the entire former Kaiser site and other blighted industrial property in its vicinity were incorporated into a project called the San Seivaine Redevelopment Project. The major objectives of the project are to encourage private sector investment in the development and redevelopment of the area by removing impediments to growth, eliminating and/or preventing the spread of blight and deterioration, and correcting infrastructure deficiencies.

In 1993 the Victor Valley Redevelopment Project was established for the purpose of providing economic development to the former George Air Force Base. The Project Area was a joint project of the Cities of Adelanto, Hesperia, Victorville, the Town of Apple Valley, and the County of San Bernardino. The Project is under the direction of the Victor Valley Economic Development Authority (VVEDA) and is administered by the City of Victorville. The county receives a portion of the tax increment generated within the unincorporated area of the project, which is accounted for in two new budget units created for 2003-04.

The following are the budget units that the Redevelopment Agency oversees:

	2003-04			
	Appropriation	Revenue	Fund Balance	Staffing
Operating Fund	7,071,747	1,586,200	5,485,547	2.9
Housing Fund	4,562,661	632,900	3,929,761	-
Debt Service Fund	4,638,620	3,664,296	974,324	-
RDA Capital Projects	7,236,136	73,350	7,162,786	-
RDA Housing Projects	252,570	4,350	248,220	-
VVEDA	704,983	174,415	530,568	-
VVEDA Housing	253,541	43,604	209,937	-
TOTAL	24,720,258	6,179,115	18,541,143	2.9

BUDGET UNIT: OPERATING FUND (SPF RDA)

I. GENERAL PROGRAM STATEMENT

This operating fund was created to account for the Redevelopment Agency's administrative functions, including staffing requirements.

II. BUDGET & WORKLOAD HISTORY

	Actual 2001-02	Budget 2002-03	Actual 2002-03	Budget 2003-04
Total Appropriation	(654,012)	5,203,818	365,104	7,071,747
Total Financing Sources	134,455	1,665,118	2,274,439	1,586,200
Fund Balance		3,538,700		5,485,547
Budgeted Staffing		2.1		2.9

In accordance with Section 29009 of the State Government Code, the entire unreserved fund balance must be appropriated each year. Accordingly, actual expenditures in this fund are typically less than budgeted. The amount not expended is carried over to the subsequent year's budget.

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III. HIGHLIGHTS OF BOARD APPROVED CHANGES TO BUDGET (see attachment for detailed changes)

STAFFING CHANGES

Budgeted staffing has a net increase of 0.8 positions. One Redevelopment Program Manager position was deleted to offset the .09 Contract RDA Administrator position that was added. In addition, a 1.0 ECD Analyst II position was added to handle the increased workload and (0.1) part-time contract position was deleted.

PROGRAM CHANGES

None.

GROUP: Economic Development/Public Services DEPARTMENT: Redevelopment Agency - Operating Fund FUND: Special Revenue SPF RDA			FUNCTION: General ACTIVITY: Other General		
	2002-03 Actuals	2002-03 Approved Budget	2003-04 Board Approved Base Budget	2003-04 Board Approved Changes to Base Budget	2003-04 Final Budget
Appropriation					
Salaries and Benefits	177,978	183,454	235,172	28,793	263,965
Services and Supplies	123,653	4,691,649	4,691,623	2,002,121	6,693,744
Central Computer	1,009	1,438	558	-	558
Other Charges	41,602	20,000	20,000	-	20,000
Transfers	333,400	348,400	348,400	49,936	398,336
Total Exp Authority	677,642	5,244,941	5,295,753	2,080,850	7,376,603
Reimbursements	(312,538)	(41,123)	(41,123)	(263,733)	(304,856)
Total Appropriation	365,104	5,203,818	5,254,630	1,817,117	7,071,747
Revenue					
Use of Money & Prop	117,520	140,000	140,000	(62,000)	78,000
Total Revenue	117,520	140,000	140,000	(62,000)	78,000
Operating Transfers In	2,156,919	1,525,118	1,575,930	(67,730)	1,508,200
Total Financing Sources	2,274,439	1,665,118	1,715,930	(129,730)	1,586,200
Fund Balance		3,538,700	3,538,700	1,946,847	5,485,547
Budgeted Staffing		2.1	2.0	0.9	2.9

Total Changes Included in Board Approved Base Budget

Salaries and Benefits	3,294	MOU.
	5,807	Retirement.
	132,252	Add 0.9 contract RDA Administrator position - Board approved March 25, 2003.
	(89,635)	Delete (1.0) Redevelopment Program Manager position.
	51,718	
Services and Supplies	(26)	Decrease in EHAP Charges.
Central Computer	(880)	Decrease in ISD charges.
Revenue		
Operating Transfers In	8,195	Increase in revenue to cover base year adjustments.
	42,617	Increase in revenue to cover mid-year adjustments.
	50,812	
Total Appropriation Change	50,812	
Total Financing Sources Change	50,812	
Total Fund Balance Change	-	
Total 2002-03 Appropriation	5,203,818	
Total 2002-03 Financing Sources	1,665,118	
Total 2002-03 Fund Balance	3,538,700	
Total Base Budget Appropriation	5,254,630	
Total Base Budget Financing Sources	1,715,930	
Total Base Budget Fund Balance	3,538,700	

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Board Approved Changes to Base Budget		
Salaries and Benefits	(38,848)	Delete (0.1) Contract Redevelopment Coordinator position.
	67,243	Add 1.0 ECD Analyst II position.
	398	Misc changes in salaries and benefits.
	<u>28,793</u>	
Services and Supplies	401,828	Increase in other professional services based on additional fund balance.
	77,300	Increase in other professional services based on professional services required for various projects.
	300,000	Professional services for special redevelopment studies.
	(11,300)	Rent expense moved to transfers-out.
	(365)	EHAP moved to transfers-out.
	10,162	Net change to all other expenditures in this category.
	<u>1,224,496</u>	Final Fund Balance Adjustment.
	<u>2,002,121</u>	
Transfers	50,000	General plan update support.
	365	EHAP moved from services and supplies.
	11,055	Rent expense moved from services and supplies.
	<u>(11,484)</u>	Decreased cost of ED/PSG administrative support and economic subgroup services.
	<u>49,936</u>	
Reimbursements	(304,856)	Reimbursement for RDA administrative expenses from Housing Fund (\$265,190), VVEDA (\$19,833), VVEDA Housing (\$19,833) .
	41,123	Reduction in reimbursement of non San Sevaine RDA costs from ED/PSG-Admin.
	<u>(263,733)</u>	
Total Appropriation	<u>1,817,117</u>	
Revenue	<u>(62,000)</u>	Decrease in interest revenue.
Operating Transfers-In	<u>(67,730)</u>	Decrease in other financing sources from the debt service fund due to increase in bond pmt, and base year and mid-year adjustments.
Total Financing Sources	<u>(129,730)</u>	
Fund Balance	<u>1,946,847</u>	